



CBS Micro Loan Program Reference Guide

<u>TERMS & CONDITIONS</u>	<u>MICRO LOAN PROGRAM</u>
Eligible Borrowers	Qualified business entity in business minimum of 3 years under same ownership. Funds requested will lead to additional revenue generation.
Loan/Line Amount	Generally for business loan requests up to \$250,000.
Guaranty or Co-Borrower	Personal guaranty of business owner(s) or major shareholder(s). Any owner of the borrowing entity may be required to provide financial information and sign personally as a co-borrower.
Collateral	Typically a first lien filing on all business assets including accounts receivable, inventory and equipment <i>and/or</i> first lien filing on owner occupied or investment commercial real estate.
Term/Amortization	<u><i>Real Estate</i></u> : up to 10 year term and 25 year amortization. <u><i>Non Real Estate</i></u> : up to 5 year term and 5 year amortization.
Repayment	Equal monthly payments of principal and interest.
Interest Rate	<u><i>Fixed</i></u> : Available on term loans of five years - based upon the treasury bill indexes as stated in the Wall Street Journal. <u><i>Variable</i></u> : based on a spread over the prime lending rate as stated in the Wall Street Journal.
Minimum Origination Fee	<u><i>Real Estate</i></u> – minimum 25 basis points (.0025%) payable to CBS. <u><i>Non Real Estate</i></u> – Negotiable with minimum fee of \$750.
Prepayment Penalty	5/4/3/2/1 - Percentage based upon current loan balance. No prepayment penalty considered case by case basis.
Financial Reporting After Loan is Funded	A minimum of annual review of financial statement(s) and tax returns.
Additional Information	N/A

Please contact Cooperative Business Services, LLC at (888) 697-9555 with specific questions regarding eligibility, underwriting and processing.